GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

STARRED QUESTION NO:79
ANSWERED ON:04.03.2005
DEEN DAYAL HATHKARGHA PROTSAHAN YOJANA
Rana Shri Kashi Ram

Will the Minister of TEXTILES be pleased to state:

(a) the details of Deen Dayal Hathkargha Protsahan Yojana and the incentives provided under the scheme;

(b) the monitoring mechanism to check the utilization of assistance provided under the scheme at the National and State level;

(c) whether the Government has assessed the impact of the scheme so as to decide the fate of scheme keeping in view the huge allocation of funds;

(d) if so, the details thereof; and

(e) if not, the reasons therefore?

Answer

MINISTER OF TEXTILES (SHRI SHANKERSINH VAGHELA)

(a) to (e) A statement is laid on the Table of the house.

STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO.79 FOR 4/3/2005 REGARDING DEEN DAYAL HATHKARGHA PROTSAHAN YOJNA

(a) The Government of India had introduced a comprehensive developmental scheme Deen Dayal Hathkargha Protsahan Yojana (DDHPY) in the year 2000-01 to take care of a wide gamut of activities such as product development, infrastructure support, institutional support, training to weavers, supply of equipments and marketing support etc. both at macro and micro level in a coordinated manner for an overall development of handloom sector and benefit to handloom weavers. The scheme will be in operation till 31.3.2007.

Components for which assistance is given under the scheme are basic inputs such as (a) Assistance for Margin Money (b) Purchase of New Looms (c) Purchase of Jacquard (d) Purchase of Accessories (e) Training (f) Infrastructural support and (g) Design Input and for Publicity, Marketing Incentive, Transport Subsidy and Strengthening of Handloom Organisations.

(b) The scheme provides that the State Government would be responsible for making necessary administrative arrangement for overseeing each project and for effective monitoring of its functioning and performance. The Office of the Development Commissioner for Handlooms also monitors the performance of the projects through its own field agencies and through periodical field visits by the senior officials of the Office of the Development Commissioner for Handlooms. In order to ensure utilization of assistance, Central assistance under the Basic Input is released in instalments after the State Government has made adequate provision to match its share and on submission of viable proposals duly recommended by the State Level Project Committee (SLPC). 2nd instalment is released only after the State Government furnishes utilization certificate in respect of the 1st instalment released and also the matching State share, progress report indicating component-wise assistance released and the beneficiaries covered thereunder alongwith the recommendation of the SLPC for release of 2nd instalment etc. In the case of Marketing Incentive component, assistance is released only after the State Government has released its share to the implementing agencies and on receipt of the utilization certificate for the earlier releases. In the case of National Level Organisations, the Government of India shares the entire assistance and funds are released to the grantee organization on receipt of audited claims in the prescribed proforma and utilization certificate for the past releases etc.

(c) to (e) No general assessment of the impact of the scheme has been made so far. However, monitoring of the projects by the State Governments and in the course of visits of the senior officers of the Office of the Development Commissioner for Handlooms indicates that the assistance released under the scheme has resulted in creation of assets like looms, jacquards, CAD/CAM etc. and also has helped in clearance of handloom stocks.